

**RESOLUTION NO. 75636**

**A RESOLUTION OF THE COUNCIL OF THE CITY OF SAN JOSE AUTHORIZING THE DIRECTOR OF HOUSING TO NEGOTIATE AND EXECUTE CONTRACTS TO IMPLEMENT THE NEIGHBORHOOD STABILIZATION PROGRAM 2 WITH THE CYPRESS GROUP AND COMMUNITY REHABILITATION PARTNERS, AND TO NEGOTIATE AND EXECUTE ANY SUBSEQUENT CONTRACT AMENDMENTS**

**WHEREAS**, in July 2009, the City of San José ("City") along with the Housing Trust of Santa Clara County ("HTSCC") and Neighborhood Housing Services Silicon Valley entered into a consortium agreement and submitted a \$25 million request for Neighborhood Stabilization Program 2 ("NSP2") funds under the San José NSP2 Consortium ("Consortium") with HTSCC as the lead member; and

**WHEREAS**, on January 14, 2010, HUD announced the 56 recipients of NSP2 funding, and the Consortium was notified that it was awarded the full request of \$25 million; and

**WHEREAS**, on April 6, 2010, the City Council approved the consortium funding agreement with HTSCC to provide secondary financing for income eligible purchasers of foreclosed homes and for the acquisition, rehabilitation, and re-sale of foreclosed properties; and

**WHEREAS**, on August 2, 2010 the Housing Department published a Request for Proposal seeking up to four development entities the assist the Housing Department in administering the Single-Family Acquisition, Rehabilitation and Resale activity under the NSP2 and based on the evaluation process selected the Cypress Group and Community Rehabilitation Partners; and

**WHEREAS**, the City desires to authorize the Director of Housing to negotiate and execute contracts to implement the federally funded Neighborhood Stabilization Program 2 Single-Family Acquisition/Rehabilitation/ Resale Program for up to (1) \$5,600,000 with the Cypress Group and (2) \$5,600,000 with Community Rehabilitation Partners for a total of \$11,200,000, and to Negotiate and execute subsequent contract amendments with the Cypress Group and Community Rehabilitation Partners to include further program income received from the resale of NSP2 homes;

**NOW, THEREFORE**, BE IT RESOLVED BY THE COUNCIL OF THE CITY OF SAN JOSE THAT:

The Director of Housing is hereby authorized, as more specifically set forth in the Director of Housing's report dated October 26, 2010, to negotiate and execute:

1. Contracts to implement the federally funded Neighborhood Stabilization Program 2 Single-Family Acquisition/Rehabilitation/ Resale Program for up to (1) \$5,600,000 with the Cypress Group and (2) \$5,600,000 with Community Rehabilitation Partners for a total of \$11,200,000.
2. Subsequent contract amendments with the Cypress Group and Community Rehabilitation Partners to include further program income received from the resale of NSP2 homes.


ADOPTED this 16<sup>th</sup> day of November, 2010, by the following vote:

AYES: CAMPOS, CHIRCO, CHU, CONSTANT, HERRERA,  
KALRA, LICCARDO, NGUYEN, OLIVERIO, PYLE; REED.

NOES: NONE.

ABSENT: NONE.

DISQUALIFIED: NONE.



CHUCK REED  
Mayor

ATTEST:



LEE PRICE, MMC  
City Clerk